IN THE UNITED STATES BANKRUPTCY COURT FOR THE WESTERN DISTRICT OF WISCONSIN

In Re:

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IN BANKRUPTCY

HART CREEK FARMS, LTD.

No. 80-00106

Debtor

ORT LUMBER, INC.

Plaintiff

.vs.

HART CREEK FARMS, LTD.

Defendant.

FINDINGS OF FACT, CONCLUSIONS OF LAW and ORDER

The above named debtor duly filed a Chapter 7 proceedings in bankruptcy on the 29th day of January, 1980, and thereafter, on the 4th day of June, 1980, the plaintiff herein filed an application claiming certain proceeds from the sale of real estate in said bankruptcy proceedings; and the Trustee having duly contended that the plaintiff has no interest in the proceeds from the sale of said real estate described in plaintiff's application; and a pre-trial hearing having been held, and counsel having filed their briefs, and the Court being fully advised in the premises, FINDS:

- 1. That said debtor filed a petition for a Chapter 7 proceedings in bankruptcy on the 29th day of January, 1980.
- 2. That the plaintiff filed an application claiming certain proceeds from the sale of real estate in said bankruptcy proceedings on the 4th day of June, 1980.
- 3. That the plaintiff's claim to said funds is based on the fact that George W. Oprisko, Jr. and Martha L. Oprisko were the sole owners of said corporation and stockholders therein.
- 4. That on the 22nd day of August, 1979, the said Opriskos sold to said plaintiff all merchantable timber and trees

upon a certain piece of land located in Jackson County, Wisconsin, described as follows:

That part of Section 24, Township 24 North, Range 5 West, described as follows:

Fields 18-9F-21-17 as shown on Conservation Plan Map dated March, 1978, except Area R-1 in No. 17 up to 10 trees marked with crimson paint are not to be destroyed.

- 5. That the said plaintiff paid therefor the sum of \$10,000.00 to the said Opriskos individually.
- 6. That the Opriskos did not own said real estate and that it was at all times owned by the defendant, Hart Creek Farms, Ltd.
- 7. That the secured creditors as to said real estate have been paid from the proceeds of the sale of said real estate.
- 8. That there are unsecured creditors in said Hart Creek Farms, Ltd. bankruptcy proceedings who have not been paid.
- 9. That the plaintiff is not a creditor of the debtor, Hart Creek Farms, Ltd.
- 10. That the doctrine of "lifting the corporate veil" is not applicable in these proceedings.

CONCLUSIONS OF LAW

That an order be entered dismissing the application of the plaintiff herein and determining that said plaintiff has no interest in and to the funds in the hands of the Trustee in the matter of Hart Creek Farms, Ltd.

ORDER

NOW, THEREFORE, IT IS ORDERED: That the application of the plaintiff, Ort Lumber, Inc., for payment of the sum of \$10,000.00 from the funds in the hands of the Trustee in said matter be and the same is hereby denied; and it is determined that said Ort Lumber, Inc., not being a creditor of said Hart Creek Farms, Ltd., has no interest in and to the proceeds of said sale.

Dated: August 27, 1980.

BY THE COURT:

Bankruptcy Judge